DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814

ALL COUNTY LETTER NO. 88-06

January 14, 1988

TO: ALL COUNTY WELFARE DIRECTORS

SUBJECT: DISASTER RELIEF PAYMENTS - FOOD STAMP PROGRAM

REFERENCE: M.S. 63-501.3(g) Resource Determinations

M.S. 63-502.2(f) Income, Exclusions and Deductions

This is in regard to the treatment of disaster relief assistance received by Food Stamp recipients. This letter responds to questions raised by County Welfare Departments (CWDs) which were affected by the recent earthquakes in southern California. All County Welfare Directors letter No. 86-126 dated December 9, 1986, addressed treatment of disaster relief assistance received by AFDC recipients.

For Food Stamp Program budgeting purposes, these payments are handled according to the source and type of disaster assistance payment received by the household. State regulations specifically address one type of governmental disaster assistance payment which is designated for the restoration of a home damaged in a disaster (M.S. 63-502.2(f) and 63-501.3(g)). Payments of this type are excluded as income and as a resource if the household is subject to a legal sanction should such funds not be used as intended. These payments include monies, earmarked to restore or rebuild the home damaged in a disaster, which are received from the Department of Housing and Urban Development through the Individual and Family Grant Program or from the Small Business Administration.

Regulations do not address treatment of payments received through the Individual and Family Grant Program which are intended to meet disaster-related necessary expenses or serious needs of persons adversely affected by a major disaster. These funds are made available to individuals for specific, identified expenses and the recipient is responsible for returning any amount not spent as specified. While the payments are made for normal living expenses such as clothing, they become extraordinary expenses when replacements are required due to a disaster.



Based on federal regulations, the Food and Nutrition Service, Western Region Office, has directed the State to treat these payments as reimbursements. Therefore, they are excluded as income in the month received (M.S. 63-502.2(f)). However, any amount remaining in the household's possession in a subsequent month must be counted as a resource.

Additional assistance is also available through the Federal Emergency Management Agency (FEMA) to pay for temporary housing after a disaster. Households are obligated to return to FEMA any portion of the housing subsidy which is not used for rent. To the extent that the subsidy is a reimbursement for temporary housing expenses, it is excluded. However, monies that exceed the cost of the housing and are not returned to FEMA would be considered income to the household in the month received.

If you have any further questions, please contact Carole Geller of the AFDC and Food Stamp Policy Implementation Bureau at $(916)\ 322-5330$.

ROBERT A. HOREL Deputy Director

cc: CWDA

Department of Social Services	Action : Deny Reason: Homeless Ineligibility Title: Temporary Shelter and/or Permanent Housing
Auto ID No. :	Form No. : NA 290
Flow Chart No. :	Effective Date: 02/01/88
Source : Homeless Regs Regulation Cite: MPP 44-211.5	Revision Date :
MESSAGE: The county has denied your req [] Temporary Shelter [] Permanent Housing Dated	
Here's why:	
[] You are not homeless. To get homeless aid, you must meet o	one of these rules:
You do not have your own place to OR	stay at night,
You are staying at night in a she	elter that is temporary,
The place you are living in is a usually live.	place that people do not
[] You have more than \$100. To get how have more than \$100 in liquid resour	
[] You do not have a permanent place to	live.
[] The place you found to live costs to	permanent housing, the
place you find to live cannot cost m family's needs. 80% of your family' this notice.	nore than 80% of your
[] You already got homeless aid in this can get homeless aid only once in an You can't get homeless aid again unt	ny 12 month period.
IF ANY OF THESE THINGS CHANGE, YOU MAY ETEMPORARY SHELTER AND PERMANENT HOUSING.	
Basic Need for Persons: \$ x .80	
Total Amount Your Housing Can Cost (80% of Needs): = \$	
INSTRUCTIONS: Use to deny a request for temporary shelter and/or permanent housi	
Complete the fill-in items and check the applicant.	e appropriate boxes to inform the

Manual, ig. No.: M44-211D

State of California

Use the right hand column to show the computation for the Total Amount Your Housing Can Cost (80% of Needs).